



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office

P.O. Box 45155

Salt Lake City, UT 84145-0155

<http://www.blm.gov/ut/st/en.html>

Incoming M/047/0010 cc: Leslie Paul



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DEC 10 2012

DIV. OF OIL, GAS & MINING

IN REPLY REFER TO:

3504

U-060749

(UT-9223)

DEC 05 2012

CERTIFIED MAIL – 7008 1140 0000 1668 6002

Return Receipt Requested

DECISION

American Gilsonite Company
29950 South Bonanza Highway
Bonanza, Utah 84008

: Gilsonite Lease
: U-060749
:

Bond Increase Required

American Gilsonite Company currently has on file with the Utah State Office of the Bureau of Land Management (BLM) a statewide bond in the amount of \$120,000 which includes part of the coverage for gilsonite lease U-060749.

Regulations at 43 CFR 3504.60, allow for the amount of any bond to be increased/decreased when additional/less coverage is determined to be appropriate. The Utah State Office, in conjunction with the BLM Vernal Field Office, is requiring that an additional bond for gilsonite lease U-060749, be provided in the amount of \$35,000, based on the construction of the Wagonhound #7 Shaft Site and present reclamation requirements on this Federal lease.

This bond amount may be provided by submitting a new bond for the required amount. Enclosed are forms for submitting a surety bond (Form 3504-3) or a treasury note or cash in lieu of bond (Form 3504-1). If you do not agree with the bond amount, you must submit written justification to this office clarifying your position for a lesser bond amount.

A compliance period of thirty (30) days from the receipt of this decision will be allowed to submit the above bond.

Roger L. Bankert

Roger L. Bankert
Chief, Branch of Minerals

Enclosures:

1. Surety Bond Form 3504-3
2. Personal Bond and Power of Attorney Form 3504-1

cc: State Division of Oil, Gas and Mining
BLM Green River District Office (UTG00)